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**HOUSING AUTHORITY OF THE TOWN OF DELCAMBRE
DELCAMBRE, LOUISIANA**

**GENERAL PURPOSE FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS REPORTS
AS OF AND FOR THE YEAR ENDED MARCH 31, 2000
WITH SUPPLEMENTAL INFORMATION SCHEDULES**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Union Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 11-15-00

*WILLIAM DANIEL MCCASKILL, CPA
A PROFESSIONAL ACCOUNTING CORPORATION*

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**INDEPENDENT AUDITOR'S REPORT
UNQUALIFIED OPINION ON GENERAL PURPOSE
FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULE
*OF EXPENDITURES OF FEDERAL AWARDS***

BOARD OF COMMISSIONERS
HOUSING AUTHORITY OF THE TOWN OF DELCAMBRE
DELCAMBRE, LOUISIANA

I have audited the accompanying general purpose financial statements of the Housing Authority of the Town of Delcambre (PHA) as of and for the year ended March 31, 2000, as listed in the table of contents. These general purpose financial statements are the responsibility of the PHA's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and provisions of the Louisiana Governmental Audit Guide. Those standards required that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly in all material respects, the financial position of the Housing Authority of the Town of Delcambre as of March 31, 2000, and the results of its operations and the cash flows of its propriety fund types for the year ended in conformity with generally accepted accounting principles.

As described in Note A to the financial statements, the PHA has changed from the Governmental Funds to the Enterprise Funds method for the year ended March 31, 2000.

In accordance with Government Auditing Standards, I have also issued a report dated August 28, 2000 on my consideration of the PHA's internal control over financial reporting and my tests of its compliance with certain laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of my audit.

My audit was conducted for the purpose of forming an opinion on the general purpose financial statements of the PHA taken as a whole. The combining and individual fund financial statements and schedules, as well as the accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non Profit organizations, and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly presented in all material respects in relation to the financial statements and any other included supplementary information taken as a whole.

This report is intended solely for the information and use of the Board of Commissioners of the PHA, and for filing with the Department of HUD and should not be used for any other purpose.



William Daniel McCaskill, CPA

A Professional Accounting Corporation

August 28, 2000

Housing Authority of the Village of Delcambre
COMBINED BALANCE SHEET -- ALL FUNDS
March 31, 2000

EXHIBIT A

ALL FUNDS

ASSETS

Current assets:

Cash and cash equivalents	16,771
Tenants rents receivable(net)	-
Accounts and notes receivables	526
Prepaid expenses and other assets	15,868
Inventories	4,805
Interprogram due from	170
Investments	154,058

Total current assets 192,198

Fixed assets (net) 1,140,311

Total assets 1,332,509

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LIABILITIES AND FUND EQUITY

Current liabilities:

Accounts Payable and accrued liabilities	11,969
Deferred revenues	54
Current portion of long-term debt capital projects	
Security deposits	4,629
Interprogram due to	170

Total current liabilities 16,822

Noncurrent liabilities:

Noncurrent liabilities-other
Noncurrent portion of
long-term debt

Total liabilities 16,822

Fund equity:

Contributed capital (net)	1,140,263
Retained earnings	175,424

Total fund equity 1,315,687

Total liabilities and fund
equity 1,332,509

=====

see notes to financial statements

Housing Authority of the Village of Delcambre
COMBINED STATEMENT OF REVENUES AND EXPENSE

EXHIBIT B

For the year Ended March 31, 2000

ALL FUNDS

Operating revenues:

Net tenant revenue	62,499
Tenant revenue-other	1,948
Investment income	4,217
Other income	
HUD PHA grants	83,153
Other government grants	

Total operating revenues 151,817

Operating expenses:

Adminstration	65,563
Tenant services	
Utilities	1,854
Ordinary maintenance	45,765
General expense	37,338
Protective services	
Non-routine maintenance	
Housing assistance payments	

Operating expenses before depreciation 150,520

Operating income/(loss) before depreciation 1,297

Depreciation expense 44,883

Net operating income/(loss) after depreciation (43,586)

see notes to financial statements

Housing Authority of the Village of Delcambre
COMBINING STATEMENT OF CASH FLOWS -- ALL FUNDS
For the Year Ended March 31, 2000

EXHIBIT C
page 1 of 2

ALL FUNDS

Cash flows from operating
activities:

Cash received from tenants	64,447
Cash received from other income	-
Cash paid for goods and services	(101,506)
Cash paid to employees	(49,014)

Net cash provided by operating activities	(86,073)
---	----------

Cash flows from noncapital
financing activities:

Operating grants and subsidies	83,153
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Cash flows from capital and related financing activities:

Proceeds from grants	-
Acquisition of capital assets	
Proceeds from issuance of notes	
Acquisition of capital assets	

Net cash used for capital and related financing activities	
---	--

Cash flows from investing activities:

Interest on investments	4,217
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see notes to financial statements

Housing Authority of the Village of Delcambre
COMBINING STATEMENT OF CASH FLOWS--ALL FLOWS
For the Year Ended March 31, 2000

EXHIBIT C
page 2 of 2

Reconciliation of operating income to net cash provided by operating activities:

Adjustments to reconcile
operating income to net cash
Net Adjustments-Non Cash

(Increase) decrease in tenant rents receivable	(199.00)
(Increase) decrease due from US Dept of HUD	(1,814.00)
(Increase) decrease due in supplies inventory	1,091.74
(Increase) decrease in prepaid insurance	(2,994.68)
(Increase) decrease in undistributed debits	189.89
(Increase) decrease in accts receivable misc.	-
Increase (decrease) in accounts pay other govts.	(195.00)
Increase (decrease) in accounts payable and accrued liabilities	285.21
Increase (decrease) in accounts payable HUD	1814.00
Increase (decrease) in accrued vacation pay	
Increase (decrease) in deferred revenues	-
Increase (decrease) in tenant security deposits	325.00

Total adjustments	----- (1,496.84)
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Change in cash and equivalents	(199.84)
Beginning Cash	171,028.84

Cash and cash equivalents end of year-Exhibit A	----- 170,829.00
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see notes to financial statements

Housing Authority of the Village of Delcambre
Delcambre, Louisiana 70528

EXHIBIT D

Combined Statement of Revenues and Expenditures--Budget vs. Actual
General Fund For the Year Ended March 31, 2000

	Budget	Actual	Favorable Variance
REVENUES			
Local Sources:			
Dwelling Rental	63,000.00	64,447.00	1,447.00
Interest Charges	4,000.00	4,217.00	217.00
Receipts from the Sale of Equipment			-
Other	1,100.00		(1,100.00)
Federal Sources:			
Operating Subsidy			-
Annual Contributions			-
Grants		77,793.00	77,793.00
Total Revenues	68,100.00	146,457.00	78,357.00
EXPENDITURES			
Current:			
Adminstration	47,680.00	60,203.00	12,523.00
Tenant Salaries	-	-	-
Utilities	1,970.00	1,854.00	(116.00)
Ordinary Maintenance & Operations	42,800.00	45,765.00	2,965.00
Protective Services	-		-
General Expenditures	49,420.00	27,776.00	(21,644.00)
Nonroutine Maintenance			-
Housing Assistance Payments			
Facilities Acquisition & Construction	9,600.00	9,562.00	(38.00)
Prior Year Adj. Affecting Residual Receipts			-
Depreciation Expense		44,883.00	
Interest & Bank Charges			
Total Expenditures	151,470.00	190,043.00	38,573.00

see notes to financial statements

THE HOUSING AUTHORITY OF THE TOWN OF DELCAMBRE
DELCAMBRE, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS

Housing Authorities are chartered as a public corporation under the laws (LSA-RS 40:391) of the State of Louisiana. for the purpose of providing safe and sanitary dwelling accommodations for the residents of Delcambre, Louisiana. This creation was contingent upon the local governing body of the city or parish. The PHA is governed by a five member Board of Commissioners. The members, appointed by the Mayor of Delcambre, Louisiana, serve a four year staggered term.

Under the United States Housing Act of 1937, as amended, the US Department of HUD has direct responsibility for administering low rent housing programs in the United States. Accordingly, HUD has entered into an annual contributions contract with the PHA for the purpose of assisting the PHA in financing the acquisition, construction and leasing of housing units and to make annual contributions (subsidies) to the PHA for the purpose of maintaining this low rent character.

NOTE A

(1) Financial Reporting Entity

Generally accepted accounting principles require that the financial statements present the accounts and operations of the PHA and its component units, entities for which the PHA is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the PHA's operations and data from these units, if any are combined with data of the PHA. Each discretely presented component, if any, would be reported in a separate column in the combined financial statements to emphasize that it is legally separate from the PHA. As of March 31, 2000, and for the fiscal then ended, the PHA had no discretely presented component units or any component units required to be blended in these financial statements.

(2) Change in Accounting Principle

For the year ended March 31, 2000, the PHA has changed from the GAAP Government Funds Method to the GAAP Enterprise Method.

The Enterprise Funds Method accounts for operations in a manner similar to a private business. Under this method, all assets, including fixed assets, and all liabilities are in one fund, and one financial statement.

The Enterprise Fund recognizes revenues and expenses on the full accrual basis. Revenues are recognized when earned and become measurable. Expenses are recognized

in the period incurred, if measurable. In the prior method used, the Governmental Funds Method, the modified accrual method was used.

Depreciation expense must be recognized for the Enterprise Fund. Under the Government Funds Method, depreciation was optional and the PHA elected not to recognize it.

(3) Budgetary Data

The PHA is required by its HUD Annual Contributions Contract to adopt annual budgets for the Low Rent Housing Program and the Section 8 Programs. Annual budgets are not required for CIAP grants as their budgets are approved for the length of the project. Both annual and project length budgets require grantor approval.

(4) Cash and Cash Equivalents

The entity defines cash and cash equivalents to include certificates of deposit, money market funds, savings accounts, and demand deposits.

(5) Tenant Receivables

Receivables for rental and service charges are reported in the General Fund, net of allowances for doubtful accounts.

(6) Compensated Absences

Authority employees accrue personal leave, or compensated absences, by a prescribed formula based on length of service.

NOTE B -- CASH DEPOSITS WITH FINANCIAL INSTITUTIONS

It is entity's policy for deposits to be secured by collateral valued at market or par, which is lower, less the amount of the Federal Deposit Insurance Corporation insurance. The entity's deposits are categorized to give an indication of the level of risk assumed by the entity at March 31, 2000. The categories are described as follows:

Category 1 -- Insured or collateralized with securities held by the entity or by its agent in the entity's name.

Category 2 -- Collateralized with securities held by the pledging financial institution's trust department or agent in the entity's name.

Category 3 -- Uncollateralized, uninsured and unregistered, but with securities held by the bank, its agent, pledged to the PHA, but not in the PHA's name.

Cash Deposits, categorized by level of risk, (at cost, which approximates market) are:

Total Bank Balances	Category		
	1	2	3
\$208,799	100,000		108,799
=====	=====	=====	=====

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities with 10 days of being notified by the PHA that the fiscal agent has failed to pay deposited funds upon demand.

NOTE C -- ACTIVITIES OF THE PHA

At March 31, 2000, the PHA was managing 56 units of low-rent under FW-438.

NOTE D -- CONTINGENCIES

The entity is subject to possible examinations by federal regulators who determine compliance with terms, conditions, laws and regulations governing grants given to the entity in the current and prior years. These examinations may result in required refund by the entity to federal grantors and/or program beneficiaries.

NOTE E -- LONG-TERM DEBT

Long-term debt owed to HUD or debt that was guaranteed by HUD has been closed to HUD Contributions equity accounts. For the year ended March 31, 2000, Housing Agency notes and bonds outstanding in the amount of \$0 were reclassified.

NOTE F -- RETIREMENT PLAN

The entity provides benefits for all of its full-time employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. Employees are eligible to participate after a six months exclusionary period. The employees contribute 5% and the entity contributes 8% of the employee's base salary each month. The entity's contributions for each employee (and interest allocated to the employee's account) are vested 20%

annually for each year of participation. An employee is fully vested after 5 years of participation.

The entity's total payroll in fiscal year ended March 31, 2000 was \$49,014.74. The entity's contributions were calculated using the base salary amount of \$49,014.74. Contributions to plan were \$2,450.74 and \$3,921.18 by the employee and the entity, respectively.

NOTE G -- DISCLOSURES ABOUT FAIR VALUE OF FINANCIAL INSTRUMENTS

The following methods and assumptions were used to estimate the fair value of each class of financial instruments for which it is practicable to estimate that value:

Cash and Investments

The carrying amount approximates fair value because of the short maturity of these instruments.

NOTE H -- USE OF ESTIMATES IN THE PREPARATION OF FINANCIAL STATEMENTS

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE I -- CONDUIT DEBT OBLIGATIONS

To provide for development and modernization of low rent housing units, the authority issued New Housing Authority Bonds and Permanent Notes – F.F.B. These bonds and notes are payable by HUD and secured by annual contributions. The bonds and notes do not constitute a debt by the authority and accordingly have not been reported in the accompanying financial statements.

NOTE J -- INTERFUND ASSETS/LIABILITIES

Interprogram Due From-General Fund	170.00
Interprogram Due To-CIAP	170.00

Housing Authority of the Village of Delcambre
Village of Delcambre, Louisiana
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended March 31, 2000

SCHEDULE I

FEDERAL AGENCY:	CFDA NO.	Federal Award Expenditures
U S Department of Housing and Urban Development Direct Programs:		
Low Income Housing:		
Operating Subsidy		77,793
Leased Development		
Total Low Income Housing	14.850	77,793
Section 8 Cluster:		
Vouchers	14.855	
Certificates	14.857	
Moderate Rehabilitation	14.856	
New Construction	14.182	
Substantial Rehabilitation	14.182	
Total Section 8 Cluster		-
Comprehensive Grants	14.859	
CIAP	14.852	5,360
Public Housing Drug Elimination Program:		
PHDEP		
Youth Sports		
Total PHDEP	14.854	
Shelter + Care	14.238	
HOPE	14.858	
HOME	14.239	
Child Care Food Program (USDA)	10.558	
TOTAL FEDERAL EXPENDITURES		83,153

=====

NOTE: This schedule of expenditures of federal awards is prepared on the governmental GAAP enterprise method of accounting.

see notes to financial statements

	Low Rent	CIAP	Total
ASSETS:			
CURRENT ASSETS			
Cash-unrestricted	16,771		16,771
Cash-restricted-modernization and development			-
Cash-other restricted			-
Cash-tenant security deposits			-
Total Cash	16,771	-	16,771
Accounts and notes receivable:			-
Accounts receivable-PHA projects	356		356
Accounts receivable-HUD other projects		170	170
Accounts receivable-other governments			-
Accounts receivable-miscellaneous			-
Accounts receivable-tenant dwelling rents			-
Allowance for doubtful accounts-dwelling rents			-
Allowance for doubtful accounts-other			-
Notes and mortgages receivable-current			-
Fraud recovery			-
Allowance for doubtful accounts-fraud			-
Accrued interest receivable			-
Total Receivable,net of allowances for doubtful accounts	356	170	526
Current investments:			
Investments-unrestricted	154,058		154,058
Investments-restricted			-
Prepaid Expenses and Other Assets	15,868		15,868
Inventories	4,805		4,805
Interprogram Due From	170		170
Amounts to be provided			-
TOTAL CURRENT ASSETS	192,028	170	192,198
NONCURRENT ASSETS:			
Fixed Assets:			
Land	96,610		96,610
Buildings	1,331,780		1,331,780
Furniture, Equipment & Machinery-Dwellings			-
Furniture, Equipment & Machinery-Adminstration	12,298		12,298
Leasehold Improvements	296,350		296,350
Accumulated Depreciation	(596,727)		(596,727)
Total Fixed Assets, Net of Accumulated Depreciation	1,140,311	-	1,140,311
Notes and mortgages receivable-noncurrent			-
Notes and mortgages receivable-past due			-
Other assets			-
Undistributed debits			-
Investments in joint ventures			-
TOTAL NONCURRENT ASSETS	1,140,311	-	1,140,311
TOTAL ASSETS	1,332,339	170	1,332,509

see notes to financial statements

	Low Rent	CIAP	Total
LIABILITIES AND EQUITY:			
LIABILITIES:			
CURRENT LIABILITIES			
Bank overdraft			-
Accounts payable <=90 days			-
Accounts payable >=90 days			-
Accrued wages payroll taxes payable			-
Accrued compensated absenses	4,091		4,091
Accrued contingency liability			-
Accrued interest payable			-
Accounts payable-HUD PHA programs	1,814		1,814
Accounts payable-PHA Projects			-
Accounts payable-other governments	6,064		6,064
Tenant security deposits	4,629		4,629
Deferred revenues	54		54
Current portion of L-T debt-capital projects			-
Current portion of L-T debt-operating borrowings			-
Other current liabilities			-
Accrued liabilities-other			-
Inter-program-due to		170	170
TOTAL CURRENT LIABILITIES	16,652	170	16,822
NONCURRENT LIABILITIES			
Long-term debt, net of current-capital projects			-
Long-term debt, net of current-operating borrowings			-
Noncurrent liabilities-other			-
TOTAL NONCURRENT LIABILITIES	-	-	-
TOTAL LIABILITIES	16,652	170	16,822
EQUITY			
Investment in general fixed assets			-
Contributed Capital:			-
Long-term Debt Guaranteed			-
Net HUD PHA contributions	1,140,263		1,140,263
Other HUD contributions			-
Other contributions			-
Total contributed capital	1,140,263	-	1,140,263
Reserved fund balance:			-
Reserved for operating activities			-
Reserved for capital activities			-
Total reserved fund balance	-	-	-
Undesignated fund balance/retained earnings	175,424		175,424
TOTAL EQUITY	1,315,687	-	1,315,687
TOTAL LIABILITIES AND EQUITY	1,332,339	170	1,332,509

see notes to financial statements

Housing Authority of the Village of Delcambre
COMBINING STATEMENT OF REVENUES AND EXPENSE
For the year ended March 31, 2000

SCHEDULE III page 1 of 2

	Low Rent	CIAP	Total
REVENUE			
Net tenant revenue	62,499		62,499
Tenant revenue -other	1,948		1,948
Total tenant revenue	64,447		64,447
HUD PHA grants	77,793	5,360	83,153
Other government grants			-
Investment income-unrestricted	4,217		4,217
Mortgage interest income			-
Fraud recovery			-
Other revenue			-
Gain or loss of the sale of fixed assets			-
Investment income-restricted			-
TOTAL REVENUE	146,457	5,360	151,817
EXPENSES:			
Adminstrative:			
Adminstrative salaries	30,223		30,223
Auditing fees	1,650		1,650
Outside management fees			-
Compensated absences	410		410
Employee benefit contributions-administrative	13,164		13,164
Other operating-administrative	14,756	5,360	20,116
Tenant services:			
Tenant services-salaries			-
Relocation costs			-
Employee benefit contributions-tenant services			-
Tenant services-other			-
Utilities:			
Water	144		144
Electricity	1,485		1,485
Gas			-
Fuel			-
Labor			-
Employee benefit contributions-utilities			-
Other utilities expense	225		225
Ordinary maintenance and operations:			
Ordinary maintenance and operations-labor	18,791		18,791
Ordinary maintenance and operations-materials and other	8,501		8,501
Ordinary maintenance and operations-contract costs	10,404		10,404
Employee benefit contributions-ordinary maintenance	8,069		8,069
Protective services:			
Protective services-labor			-
Protective services-other contract costs			-
Protective services-other			-
Employee benefit contributions-protective services			-

see notes to financial statements

Housing Authority of the Village of Delcambre
COMBINING STATEMENT OF REVENUES AND EXPENSE

SCHEDULE III

page 2 of 2

For the year ended March 31, 2000

	Low Rent	CIAP	Total
General expenses:			
Insurance premiums	21,712		21,712
Other general expenses			-
Payments in lieu of taxes	6,064		6,064
Bad debt-tenant rents			-
Severance Expense			-
Extraordinary Maintenance	9,562		9,562
Housing assistance payments			-
Casualty loss-noncapitalized			-
OPERATING EXPENSES BEFORE DEPRECIATION	145,160	5,360	150,520
NET OPERATING INCOME BEFORE DEPRECIATION	1,297	-	1,297
Depreciation expense	44,883	-	44,883
Net operating income (loss) after depreciation	(43,586)	-	(43,586)

see notes to financial statements

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**REPORT ON COMPLIANCE AND ON INTERNAL
CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENTAL AUDITING STANDARDS**

BOARD OF COMMISSIONERS
HOUSING AUTHORITY OF THE TOWN OF DELCAMBRE
DELCAMBRE, LOUISIANA

I have audited the financial statements of the Housing Authority of the Town of Delcambre (PHA), as of and for the year ended March 31, 2000, and have issued my report thereon dated August 28, 2000. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Audit Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the PHA's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

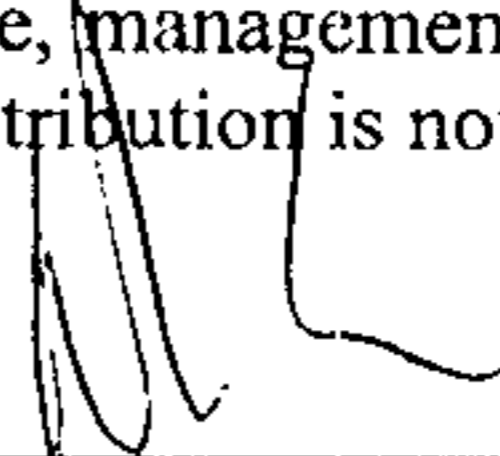
Internal Control Over Financial Reporting

In planning and performing my audit, I considered the PHA's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or cooperation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in the

amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

This report is intended for the information of the audit committee, management, and for HUD. However, this report is a matter of public record and its distribution is not limited.

August 28, 2000

A handwritten signature in black ink, appearing to read 'William Daniel McCaskill', written over a horizontal line.

William Daniel McCaskill, CPA
A Professional Accounting Corporation

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**REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133**

BOARD OF COMMISSIONERS
HOUSING AUTHORITY OF THE TOWN OF DELCAMBRE
DELCAMBRE, LOUISIANA

Compliance

I have audited the compliance of the Housing Authority of the Town of Delcambre (PHA) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended March 31, 2000. The PHA's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the PHA's management. My responsibility is to express an opinion on the PHA's compliance based on my audit.

I conducted my audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular, Audits of States, Local Governments, and Non Profit Organizations.

Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the PHA's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the PHA's compliance with those requirements.

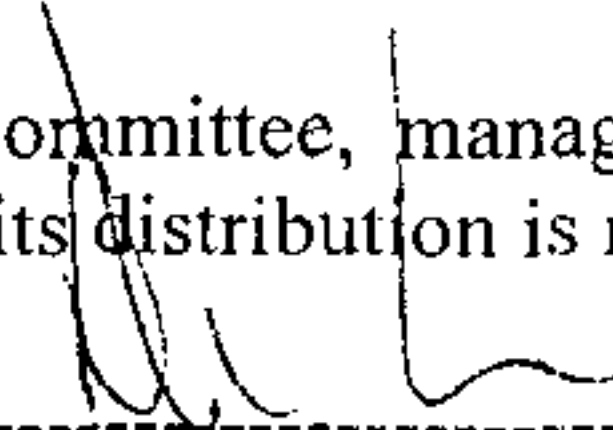
In my opinion, the PHA's complied, in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended March 31, 2000.

Internal Control Over Compliance

The management of the PHA is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered the PHA's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

My consideration of the internal control over compliance would not necessarily disclose all matter in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses.

This report is intended for the information of the audit committee, management, and HUD. However, this report is a matter of public record and its distribution is not limited.



William Daniel McCaskill, CPA
A Professional Accounting Corporation

August 28, 2000

**THE HOUSING AUTHORITY OF THE TOWN OF DELCAMBRE
DELCAMBRE, LOUISIANA**

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

There were no findings in the prior audit.

**THE HOUSING AUTHORITY OF THE TOWN OF DELCAMBRE
DELCAMBRE, LOUISIANA**

SCHEDULE OF CURRENT AUDIT FINDINGS AND QUESTIONED COSTS

Per A-133, Section 505(d)

1. Summary Schedule of Auditors Results:

- i. The report includes an unqualified opinion on the financial statements.
- ii. There were no reportable conditions in internal controls found required to be disclosed at the financial statement level.
- iii. The audit disclosed no noncompliance which is material to the financial statements.
- iv. No reportable conditions in internal control over major programs, as required by A-133, were disclosed by the audit.
- v. The compliance report issued for major programs was unqualified.
- vi. The report disclosed no audit findings required to be reported under Section 510a of A-133.
- vii. All major programs have oversight by HUD and are identified as follows:

CFDA#	Name of Program
14.850	Low Rent
- viii. The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
- ix. The auditee was not considered a low risk auditee.

2. Finding relating to the financial statements required to be reported with GAGAS are as follows:
None

3. Findings and questioned costs for Federal awards as defined in A-133, Section 510a all with HUD oversight:

None

THE HOUSING AUTHORITY OF THE TOWN OF DELCAMBRE
DELCAMBRE, LOUISIANA

CORRECTIVE ACTION PLAN

Our corrective action plan is as follows:

NONE REQUIRED